

**DRAFT**

**CALIFORNIA PUBLIC EMPLOYEES' RETIREMENT SYSTEM  
BOARD OF ADMINISTRATION**

**INVESTMENT COMMITTEE**

**February 13, 2012**

**9:00 a.m.**

Robert F. Carlson Auditorium  
Lincoln Plaza North  
400 Q Street  
Sacramento, CA

**COMMITTEE MEMBERS**

George Diehr, Chair  
Henry Jones, Vice Chair  
Michael Bilbrey  
John Chiang  
Richard Costigan  
Dan Dunmoyer  
Rob Feckner  
JJ Jelincic  
Bill Lockyer  
Priya Mathur  
Ronald Yank

**CLOSED SESSION 9:00 a.m.**

1. Chief Investment Officer's Briefing on Market and Personnel Issues (Government Code sections 11126(a)(1) and 11126(c)(16))
2. Board Consultants Briefing on Strategic Investment Initiatives (Government Code section 11126(c)(16))

**OPEN SESSION 10:00 a.m. or Upon Adjournment or Recess of Closed Session, Whichever is Later**

**CLOSED SESSION Upon Adjournment or Recess of Open Session  
(Government Code section 11126(c)(16))**

## **AGENDA**

### **OPEN SESSION**

#### **Action Items**

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|----------------|---|
|                | 1. Call to Order and Roll Call  |
|                | 2. Approval of the December 12, 2011 Open Session Minutes   |
| Eric Baggesen  | 3. Annual Legislative Report – Holocaust Era and Northern Ireland   |
| Farouki Majeed | 4. Currency Overlay   |
| Anne Simpson   | 5. Total Fund Integration of Environmental, Social, and Governance (ESG) Practices – August 2010 Workshop Recommendations |

#### **Information Items**

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|--|---|
| Joseph Dear<br>Farouki Majeed  | 6. Total Fund <ul style="list-style-type: none"> <li>a. CalPERS CIO Total Fund Quarterly Performance Report</li> <li>b. Risk Management Quarterly Update</li> </ul>   |
| Réal Desrochers<br>Ted Eliopoulos and<br>Laurie Weir                             | 7. Program Updates <ul style="list-style-type: none"> <li>a. Growth–Private Equity Annual Program Review</li> <li>b. Real Assets – Real Estate                 <ul style="list-style-type: none"> <li>1) Responsible Contractor Update and Annual Report</li> <li>2) Responsible Contractor Program Policy Revision Process</li> </ul> </li> <li>c. Corporate Governance Program Quarterly Report</li> <li>d. Growth-Public Equity</li> <li>e. Income (Global Fixed Income and Liquidity)</li> <li>f. Real Assets (Infrastructure and Forestland)</li> <li>g. Inflation Assets (Commodities, ILB)</li> <li>h. Absolute Return Strategies Program</li> <li>i. Affiliate Investment Programs</li> </ul> |
| Anne Simpson   |   |
| Joseph Dear<br>Janine Guillot<br>Joseph Dear<br>Janine Guillot<br>Janine Guillot | 8. Activity Reports <ul style="list-style-type: none"> <li>a. Quarterly Roadmap Progress Report</li> <li>b. Quarterly Target Operating Model Update</li> <li>c. Total Fund Monthly Update</li> <li>d. Investment Office Assignment Matrix</li> <li>e. Special Review Implementation Plan – Investment Office</li> </ul>   |
|  | 9. Agenda and Calendar <ul style="list-style-type: none"> <li>a. Draft Agenda for March 12, 2012</li> <li>b. Rolling Annual Agenda Item Calendar</li> </ul>   |
|  | 10. Public Comment  |

*Please note – we will be convening the new committee structures starting February 2012 and, subject to board approval, a new agenda item template that includes a consent calendar will also be in place as of February.*

Note: Items designated for information are appropriate for Board/Committee action if the Board/Committee wishes to take action. Any agenda item from a properly noticed Subcommittee meeting held immediately prior to this meeting may be reported on or presented to the Investment Committee for its consideration.

**CLOSED SESSION      Upon Adjournment or Recess of Open Session**  
(Government Code sections 11126(c)(16))

**Action Items**

1. Call to Order and Roll Call
2. Approval of the December 12, 2011 Closed Session Minutes

**Information Items**

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|--|--|
| Joseph Dear  | 3. Total Fund – CalPERS CIO Total Fund Quarterly Report on Market Issues   |
| Joseph Dear and Eric Baggesen  | 4. Review of Tobacco Restrictions  |
| Réal Desrochers  | 5. Program Updates <ol style="list-style-type: none"> <li>a. Growth–Private Equity Annual Program Review</li> <li>b. Real Assets Programs             <ol style="list-style-type: none"> <li>1) Quarterly Report on Real Estate Portfolio</li> <li>2) Quarterly Consultant Report on Real Estate Portfolio</li> <li>3) Quarterly Report on Infrastructure Portfolio</li> </ol> </li> </ol>   |
| Ted Eliopoulos<br>Pension Consulting Alliance<br>Ted Eliopoulos and Randall Mullan | 6. External Manager and Significant Activity Updates <ol style="list-style-type: none"> <li>a. Growth–Public Equity</li> <li>b. Growth–Private Equity</li> <li>c. Income (Global Fixed Income and Liquidity)</li> <li>d. Real Assets (Real Estate, Infrastructure, Forestland)</li> <li>e. Inflation Assets (Commodities, ILB)</li> <li>f. Absolute Return Strategies Program</li> <li>g. Affiliate Investment Programs</li> </ol> |
| Janine Guillot<br>Joseph Dear  | 7. Activity Reports <ol style="list-style-type: none"> <li>a. Status of Action Items Not Yet Reported</li> <li>b. Investment Activity Reports             <ol style="list-style-type: none"> <li>1) Investment Proposal Activity</li> <li>2) Items Completed Under Delegated Authority</li> <li>3) Disclosure of Placement Agent Fees</li> <li>4) Other Programs</li> </ol> </li> </ol>  |